

Phoenix Area Indian Health Service Two Renaissance Square 40 North Central Avenue Phoenix, Arizona 85004

April 24, 2018

Mr. Tim Nuvangyaoma Chairman, Hopi Tribe P.O. Box 123 Kykotsmovi, AZ 86039

Dear Chairman Nuvangyaoma:

Indian Health Service is pleased to inform you that our 2018 budget allocation, when paired with funding commitments from EPA (i.e. contingent on EPA receiving typical annual budget allocations over next two years) and the Hopi Tribe, will allow us to cooperatively and fully fund the Hopi Arsenic Mitigation Project (HAMP) which will deliver arsenic compliant water to all First and Second Mesa Villages. Current estimates and commitments are as follows:

Total HAMP Estimate	\$ 16,392,000	
Projected EPA Contribution		\$ 4,000,000
Hopi Tribal Contribution	000	
(Power)		\$ 1,100,000
Funded Project (U62)		\$ 985,000
Funded Project (E89)		\$ 200,000
Projected IHS Contribution		\$ 10,107,000

To date, the Tribe, IHS, and EPA have funded and constructed the two arsenic compliant Turquoise Trail Wells. The Tribe, through the Hopi Utility Corporation (HUC) is on point to make arrangements for extending power to those two wells while IHS is tasked with completing the design and construction of all other HAMP related facilities. Additionally, it is our understanding that the HUC will serve as the operator of record for all newly constructed HAMP facilities and they have served as the Tribes representative in obtaining Tribal and Village Agreements that codify water usage fees that will ensure successful long term operation and maintenance of the system.

Our local engineering staff under the leadership of James Carter and Brad Rea will manage the design and construction of this project and can be reached at 928-537-0578. This project is highly complex in large part due to the integration of multiple independent Village water systems into a single regional system and it is projected that completion of all facilities will be in 2023. Should you

have any questions, please do not hesitate to contact me at 602-364-5072.

Sincerely,

Eric L. Matson, P.E.

Director, Sanitation Facilities Construction Program

ce: Clark Tenakhongva, Vice Chairman, Hopi Tribe

Hopi Tribal Council

Hopi Utility Corporation (through Carrol Onsae)

Lionel Puhuyesva

Emmanuelle Rapicavoli, EPA Region 9

LCDR James Carter, IHS District Engineer

CAPT Brad Rea, IHS District Utility Consultant

CAPT Mike Welch, IHS OEHE Director